

BOBBY JINDAL
GOVERNOR



SCOTT A. ANGELLE
SECRETARY

State of Louisiana
DEPARTMENT OF NATURAL RESOURCES
OFFICE OF MINERAL RESOURCES
STATE MINERAL AND ENERGY BOARD

TO: State Mineral Board Members

FROM: Rachel Newman, CPA 
Audit Director
Mineral Income Division

DATE: June 13, 2012

Audit Committee Meeting Agenda

A meeting of the Audit Committee of the State Mineral and Energy Board will be held on Wednesday, June 13, 2012, following the Nomination and Tract Committee Meeting, in the LaBelle Room, First Floor, LaSalle Building, located at 617 North Third Street, Baton Rouge, Louisiana.

Items on the agenda are as follows:

1. A penalty waiver request from Energy Properties, Inc. for a penalty in the amount of \$17,475.03 which was billed for audit exceptions. The field audit of Energy Properties, Inc. for the period of January 2003 through December 2008 began on February 2, 2009. Total royalty collected for the audit period is \$2,100,699.58. Energy Properties, Inc. paid the state a total of \$60,523.14 in royalty exceptions and \$11,864.03 in interest charges.
2. Staff report to the committee that the election for June 2012 gas royalty is to be paid on a processed basis at the Discovery Plant at Larose and the Sea Robin Plant at Henry per the terms of the State Texaco Global Settlement Agreement.
3. A discussion in Executive Session of the potential settlement in Pennzoil Oil Re-valuation audit.

The Committee may discuss matters it desires pursuant to R.S. 42:7(A)(1)(b)(ii) as well as Executive Session matters pursuant to R.S. 42:6.1(A)(2) and R.S. 42:6.1(A)(6).